

HOUSE BILL No. 1311

DIGEST OF HB 1311 (Updated February 17, 2015 1:08 pm - DI 107)

Citations Affected: IC 7.1-3; IC 7.1-4; IC 7.1-5; IC 16-18; IC 16-42.

Synopsis: Alcoholic beverage issues. Raises the barrel limit for a small brewery from 30,000 barrels a year to 90,000 barrels a year. Specifies the barrel limits apply to the aggregate amount that the brewer manufactures at all of the brewer's breweries. Prohibits a small brewer from selling and delivering more than a total of 30,000 barrels of beer directly to a person holding an alcoholic beverage retailer or a dealer permit. Clarifies language regarding food requirements at breweries. Establishes requirements for farmers' markets where wine or beer are sold. Provides that the holder of a farm winery permit or a small brewer's permit that provides only wine or beer by the glass at a festival, fair, or other temporary location and does not provide food: (1) is exempt from the sanitation requirements governing food establishments; and (2) may not be subject to local government licensure, registration, or certification. Allows a small brewer, with the approval of the alcohol and tobacco commission (commission), to participate in a trade show or an exposition for not more than 45 days in a calendar year. Allows a small brewer to store or condition beer in a building separate from the brewery that is owned or leased by the brewer. Provides that to qualify for an artisan distiller's permit, a person must hold at least a majority ownership interest (instead of 100% ownership interest) in the entity that holds a farm winery, brewer's, or distiller's permit. Provides that a township or county (in addition to a city or town) may not regulate a liquor retailer's business or affect a person's ability to hold a liquor retailer's permit. Repeals a provision requiring the clerk of a city or town to certify and mail to the commission an ordinance regulating a liquor retailer in violation of the

Effective: July 1, 2015.

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January 13, 2015, read first time and referred to Committee on Public Policy. February 17, 2015, amended, reported — Do Pass.



First Regular Session of the 119th General Assembly (2015)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2014 Regular Session and 2014 Second Regular Technical Session of the General Assembly.

HOUSE BILL No. 1311

A BILL FOR AN ACT to amend the Indiana Code concerning alcohol and tobacco.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 7.1-3-1.2 IS ADDED TO THE INDIANA CODE
2	AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2015]:
4	Chapter 1.2. Alcoholic Beverage Sales at Farmers' Markets
5	Sec. 1. As used in this chapter, "end consumer" means a person
6	who is the last person to purchase any product and who does not
7	resell the product to consumers.
8	Sec. 2. As used in this chapter, "vendor" means a farmer,
9	grower, or producer that sells food or products to end consumers
10	at a farmers' market. The term includes the holder of a farm
11	winery permit under IC 7.1-3-12-5 or a brewer's permit under
12	IC 7.1-3-2-7(5) that sells alcoholic beverages at a farmers' market.
13	Sec. 3. A farmers' market at which alcoholic beverages are sold
14	must meet all of the following requirements:
15	(1) The farmers' market must be operated by a state or local



	2
1	government or nonprofit organization that is exempt from
2	taxation under Section 501 of the Internal Revenue Code.
3	(2) The farmers' market must have at least ten (10) vendors
4	at any one (1) time.
5	(3) At any time during the business hours of the farmers'
6	market, not more than ten percent (10%) of the vendors may
7	be engaged in selling alcoholic beverages.
8	SECTION 2. IC 7.1-3-2-2, AS AMENDED BY P.L.71-2012,
9	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
10	JULY 1, 2015]: Sec. 2. (a) The commission may issue a brewer's
11	permit for a brewery that manufactures more than thirty thousand
12	(30,000) ninety thousand (90,000) barrels of beer in a calendar year
13	for sale or distribution within Indiana. The commission may issue a
14	brewer's permit under this subsection for a brewery that
15	manufactures not more than ninety thousand (90,000) barrels of
16	beer in a calendar year for sale or distribution within Indiana if the
17	brewer holds more than one (1) brewer's permit and
18	manufactures, at all of the brewer's breweries located in Indiana
19	an aggregate of more than ninety thousand (90,000) barrels of beer
20	in a calendar year for sale or distribution within Indiana. The
21	commission may issue a permit under this subsection only to:
22	(1) an individual;
23	(2) a partnership, all the partners of which are bona fide residents
24	of Indiana;
25	(3) a limited liability company, all the members of which are bona

- (3) a limited liability company, all the members of which are bona fide residents of Indiana; or
- (4) a corporation organized and existing under the laws of Indiana and having authority under its charter to manufacture or sell beer. The permit does not limit the number of barrels of beer in a calendar year that the brewer may manufacture for sale or distribution outside Indiana.
- (b) The commission may issue a brewer's permit to a brewer for a brewery that manufactures not more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana. The commission may issue more than one (1) permit under this subsection to a brewer if the brewer manufactures, at all of the brewer's breweries located in Indiana, an aggregate of not more than ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana. The commission may issue a permit under this subsection only to:
- (1) an individual;
 - (2) a partnership organized and existing under the laws of



1	Indiana;
2	(3) a limited liability company organized and existing under the
3	laws of Indiana; or
4	(4) a corporation organized and existing under the laws of
5	Indiana.
6	The permit does not limit the number of barrels of beer in a calendar
7	year that the brewer may manufacture for sale or distribution outside
8	Indiana.
9	SECTION 3. IC 7.1-3-2-7, AS AMENDED BY P.L.71-2012,
10	SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11	JULY 1, 2015]: Sec. 7. The holder of a brewer's permit or an
12	out-of-state brewer holding either a primary source of supply permit or
13	an out-of-state brewer's permit may do the following:
14	(1) Manufacture beer.
15	(2) Place beer in containers or bottles.
16	(3) Transport beer.
17	(4) Sell and deliver beer to a person holding a beer wholesaler's
18	permit issued under IC 7.1-3-3.
19	(5) If the brewer's brewery brewer manufactures, at all of the
20	brewer's breweries located in Indiana, an aggregate of not
21	more than thirty thousand (30,000) ninety thousand (90,000)
22	barrels of beer in a calendar year for sale or distribution within
23	Indiana, the permit holder may do the following:
24	(A) Sell and deliver a total of not more than thirty thousand
25	(30,000) barrels of beer to a person holding a retailer or a
26	dealer permit under this title.
27	(B) Be the proprietor of a restaurant.
28	(C) Hold a beer retailer's permit, a wine retailer's permit, or a
29	liquor retailer's permit for a restaurant established under clause
30	(B).
31	(D) Transfer beer directly from the brewery to the restaurant
32	by means of:
33	(i) bulk containers; or
34	(ii) a continuous flow system.
35	(E) Install a window between the brewery and an adjacent
36	restaurant that allows the public and the permittee to view both
37	premises.
38	(F) Install a doorway or other opening between the brewery
39	and an adjacent restaurant that provides the public and the
40	permittee with access to both premises.
41	(G) Sell the brewery's beer by the glass for consumption on the
42	premises. Brewers permitted to sell beer by the glass under



1	this clause must furnish the minimum food requirements
2	prescribed by the commission. make food available for
3	consumption on the premises. The food may be prepared
4	in a reasonably close proximity to the brewer's premises.
5	The brewer may comply with the requirements of this
6	clause by doing any of the following:
7	(i) Placing menus in the brewer's premises of nearby
8	restaurants that will deliver food to the brewery.
9	(ii) Provide food that the brewery has prepared.
10	(H) Sell and deliver beer to a consumer at the permit premises
11	of the brewer or at the residence of the consumer. The delivery
12	to a consumer may be made only in a quantity at any one (1)
13	time of not more than one-half $(1/2)$ barrel, but the beer may
14	be contained in bottles or other permissible containers.
15	(I) Sell the brewery's beer as authorized by this section for
16	carryout on Sunday in a quantity at any one (1) time of not
17	more than five hundred seventy-six (576) ounces. A brewer's
18	beer may be sold under this clause at any address for which the
19	brewer holds a brewer's permit issued under this chapter if the
20	address is located within the same city boundaries in which the
21	beer was manufactured.
22	(J) With the approval of the commission, participate:
23 24	(i) individually; or
24	(ii) with other permit holders under this chapter;
25 26	in a trade show or an exposition at which products of each
26	permit holder participant are displayed, promoted, and
27	sold. The commission may not grant to a holder of a permit
27 28	under this chapter approval under this clause to
27	• •
27 28 29 30	under this chapter approval under this clause to
27 28 29 30 31	under this chapter approval under this clause to participate in a trade show or exposition for more than
27 28 29 30 31 32	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year.
27 28 29 30 31 32	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is:
27 28 29 30 31 32	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty
27 28 29 30 31 32 33 34	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder.
27 28 29 30 31 32 33 34 35	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty
27 28 29 30 31 32 33 34 35 36	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a
27 28 29 30 31 32 33 34 35 36 37	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana, the permit holder may own a portion of the corporate stock of another brewery that:
27 28 29 30 31 32 33 34 35 36 37	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana, the permit holder may own a portion of the corporate stock of another brewery that: (A) is located in the same county as the brewer's brewery;
227 228 229 360 331 322 333 344 355 366 377 388 399 440	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana, the permit holder may own a portion of the corporate stock of another brewery that: (A) is located in the same county as the brewer's brewery; (B) manufactures less than thirty thousand (30,000) ninety
27 28 29 30 31 32 33 34 35 36 37	under this chapter approval under this clause to participate in a trade show or exposition for more than forty-five (45) days in a calendar year. (K) Store or condition beer in a building that is: (i) separate from the brewery; and (ii) owned or leased by the permit holder. (6) If the brewer's brewery manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana, the permit holder may own a portion of the corporate stock of another brewery that: (A) is located in the same county as the brewer's brewery;



1	subdivision (5).
2	(7) Provide complimentary samples of beer that are:
3	(A) produced by the brewer; and
4	(B) offered to consumers for consumption on the brewer's
5	premises.
6	(8) Own a portion of the corporate stock of a sports corporation
7	that:
8	(A) manages a minor league baseball stadium located in the
9	same county as the brewer's brewery; and
10	(B) holds a beer retailer's permit, a wine retailer's permit, or a
11	liquor retailer's permit for a restaurant located in that stadium.
12	(9) For beer described in IC 7.1-1-2-3(a)(4):
13	(A) may allow transportation to and consumption of the beer
14	on the licensed premises; and
15	(B) may not sell, offer to sell, or allow sale of the beer on the
16	licensed premises.
17	SECTION 4. IC 7.1-3-9-6 IS AMENDED TO READ AS
18	FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 6. Certain Local
19	Ordinances Proscribed. (a) A city, or town, township, or county shall
20	not enact an ordinance, resolution, policy, or rule which in any way,
21	directly or indirectly, regulates, restricts, enlarges, or limits the
22	operation or business of the holder of a liquor retailer's permit as
23	provided in this title.
24	(b) A city, or town, township, or county shall not enact an
25	ordinance, resolution, policy, or rule covering any other business or
26	place of business for the conduct of it in such a way as to prevent or
27	inhibit the holder of a liquor retailer's permit from being qualified to
28	obtain or continue to hold the permit, or operate to interfere with or
29	prevent the exercise of the permittee's privileges under the permit.
30	SECTION 5. IC 7.1-3-9-7 IS REPEALED [EFFECTIVE JULY 1,
31	2015]. Sec. 7. Ordinance Sent to Commission. The city clerk or town
32	clerk of a city or town in which an ordinance proscribed by IC 1971,
33	7.1-3-9-6, has been enacted, shall, immediately upon the enactment,
34	certify a copy of the ordinance and mail it by registered mail to the
35	commission. The commission, out of its expenses, shall pay the clerk
36	one dollar (\$1.00), for his services in the matter.
37	SECTION 6. IC 7.1-3-12-5, AS AMENDED BY P.L.186-2011,
38	SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
39	JULY 1, 2015]: Sec. 5. (a) The holder of a farm winery permit:
40	(1) is entitled to manufacture wine and to bottle wine produced by
41	the permit holder's farm winery;
42	(2) is entitled to serve complimentary samples of the winery's



1	wine on the licensed premises or an outside area that is
2	contiguous to the licensed premises as approved by the
3	commission if each employee who serves wine on the licensed
4	premises:
5	(A) holds an employee permit under IC 7.1-3-18-9; and
6	(B) completes a server training program approved by the
7	commission;
8	(3) is entitled to sell the winery's wine on the licensed premises to
9	consumers either by the glass, or by the bottle, or both;
10	(4) is entitled to sell the winery's wine to consumers by the bottle
11	at a farmers' market that is operated on a nonprofit basis; meets
12	the requirements of IC 7.1-3-1.2;
13	(5) is entitled to sell wine by the bottle or by the case to a person
14	who is the holder of a permit to sell wine at wholesale;
15	(6) is exempt from the provisions of IC 7.1-3-14;
16	(7) is entitled to advertise the name and address of any retailer or
17	dealer who sells wine produced by the permit holder's winery;
18	(8) for wine described in IC 7.1-1-2-3(a)(4):
19	(A) may allow transportation to and consumption of the wine
20	on the licensed premises; and
21	(B) may not sell, offer to sell, or allow the sale of the wine on
22	the licensed premises;
23	(9) is entitled to purchase and sell bulk wine as set forth in this
24	chapter;
25	(10) is entitled to sell wine as authorized by this section for
26	carryout on Sunday; and
27	(11) is entitled to sell and ship the farm winery's wine to a person
28	located in another state in accordance with the laws of the other
29	state.
30	(b) With the approval of the commission, a holder of a permit under
31	this chapter may conduct business at not more than three (3) additional
32	locations that are separate from the winery. At the additional locations,
33	the holder of a permit may conduct any business that is authorized at
34	the first location, except for the manufacturing or bottling of wine.
35	(c) With the approval of the commission, a holder of a permit under
36	this chapter may, individually or with other permit holders under this
37	chapter, participate in a trade show or an exposition at which products
38	
39	of each permit holder participant are displayed, promoted, and sold.
39 40	The commission may not grant approval under this subsection to a
40	holder of a permit under this chapter for more than forty-five (45) days
	in a calendar year.
42	SECTION 7. IC 7.1-3-22-1, AS AMENDED BY P.L.71-2012,



SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2015]: Sec. 1. (a) This section applies to a brewer brewery
that manufactures more than thirty thousand (30,000) ninety thousand
(90,000) barrels of beer in a calendar year for sale or distribution
within Indiana.

(b) The commission may issue and have outstanding only one (1) brewer's permit for each unit of population of this state of one hundred and seventy-five thousand (175,000) or major fraction thereof. The commission, however, shall not issue more than four (4) brewer's permits in the same congressional district.

SECTION 8. IC 7.1-3-23-23, AS AMENDED BY P.L.71-2012, SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 23. (a) This section applies to a brewer that manufactures **at any one (1) brewery** more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana.

(b) The commission shall revoke the permit of a brewer or beer wholesaler who holds an interest in another permit in violation of IC 7.1-5-9-3.

SECTION 9. IC 7.1-3-27-5, AS ADDED BY P.L.109-2013, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 5. (a) Except as provided in section 7 of this chapter, an applicant for an artisan distiller's permit must meet all the following requirements to be eligible for an artisan distiller's permit:

- (1) The permit applicant must hold one (1) of the following permits for the three (3) year period immediately preceding the date of the application:
 - (A) A farm winery permit under IC 7.1-3-12.
 - (B) A brewer's permit for a brewery described in IC 7.1-3-2-7(5).
 - (C) A distiller's permit under IC 7.1-3-7.
- (2) The permit applicant may not have more than one (1) violation of this title during the three (3) year period immediately preceding the date of the application.
- (3) The permit applicant may not have any violation of this title during the twelve (12) month period immediately preceding the date of the permit application.
- (b) As used in this subsection, "qualifying permit" means a farm winery, brewer's, or distiller's permit under subsection (a)(1)(A), (a)(1)(B), or (a)(1)(C) that is required in order to hold an artisan distiller's permit. The same persons must directly or indirectly own and control one hundred percent (100%) more than fifty percent (50%)



of the entity that holds the qualifying permit and the artisan	distiller's
permit.	

SECTION 10. IC 7.1-4-4.1-14, AS AMENDED BY P.L.71-2012, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 14. (a) This section applies to the following permits:

- (1) Brewer's permit for the manufacture of more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana.
- (2) Distiller's permit.

- (3) Malt manufacturer's permit.
- (4) Rectifier's permit.
- (5) Vintner's permit.
- (6) Wine bottler's permit.
- (b) A permit fee of two thousand dollars (\$2,000) is annually imposed for the issuance of each permit described in subsection (a).

SECTION 11. IC 7.1-4-4.1-16, AS AMENDED BY P.L.71-2012, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 16. The annual fee for a brewer's permit for the manufacture of not more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana is five hundred dollars (\$500).

SECTION 12. IC 7.1-5-9-3, AS AMENDED BY P.L.159-2014, SECTION 58, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) This section applies to a brewer that manufactures more than thirty thousand (30,000) ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana.

- (b) It is unlawful for the holder of a brewer's or beer wholesaler's permit to have an interest in a liquor permit of any type under this title.
- (c) A person who knowingly or intentionally violates this section commits a Class B misdemeanor.

SECTION 13. IC 7.1-5-9-10, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2015 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 10. (a) Except as provided in subsection (b), it is unlawful for a holder of a retailer's permit of any type to acquire, hold, own, or possess an interest of any type in a manufacturer's or wholesaler's permit of any type.

- (b) It is lawful for a holder of a retailer's permit of any type to acquire, hold, own, or possess an interest of any type in:
 - (1) a brewer's permit for a brewery that manufactures not more



1	than thirty thousand (30,000) ninety thousand (90,000) barrels
2	of beer in a calendar year for sale or distribution within Indiana;
3	and
4	(2) an artisan distiller's permit if the holder of the retailer's permit
5	also holds a brewer's permit described in subdivision (1).
6	(c) A person who knowingly or intentionally violates subsection (a)
7	commits a Class B misdemeanor.
8	SECTION 14. IC 16-18-2-137, AS AMENDED BY P.L.86-2009,
9	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
10	JULY 1, 2015]: Sec. 137. (a) "Food establishment", for purposes of
11	IC 16-42-5 and IC 16-42-5.2, means any building, room, basement,
12	vehicle of transportation, cellar, or open or enclosed area occupied or
13	used for handling food.
14	(b) The term does not include the following:
15	(1) A dwelling where food is prepared on the premises by the
16	occupants, free of charge, for their consumption or for
17	consumption by their guests.
18	(2) A gathering of individuals at a venue of an organization that
19	is organized for educational purposes in a nonpublic educational
20	setting or for religious purposes, if:
21	(A) the individuals separately or jointly provide or prepare,
22	free of charge, and consume their own food or that of others
23	attending the gathering; and
24	(B) the gathering is for a purpose of the organization.
25	Gatherings for the purpose of the organization include funerals,
26	wedding receptions, christenings, bar or bat mitzvahs, baptisms,
27	communions, and other events or celebrations sponsored by the
28	organization.
29	(3) A vehicle used to transport food solely for distribution to the
30	needy, either free of charge or for a nominal donation.
31	(4) A private gathering of individuals who separately or jointly
32	provide or prepare and consume their own food or that of others
33	attending the gathering, regardless of whether the gathering is
34	held on public or private property.
35	(5) Except for food prepared by a for-profit entity, a venue of the
36	sale of food prepared for an organization:
37	(A) that is organized for:
38	(i) religious purposes; or
39	(ii) educational purposes in a nonpublic educational setting;
40	(B) that is exempt from taxation under Section 501 of the
41	Internal Revenue Code; and
42	(C) that offers the food for sale to the final consumer at an



1	event held for the benefit of the organization;
2	unless the food is being provided in a restaurant or a cafeteria
3	with an extensive menu of prepared foods.
4	(6) Except for food prepared by a for-profit entity, an Indiana
5	nonprofit organization that:
6	(A) is organized for civic, fraternal, veterans, or charitable
7	purposes;
8	(B) is exempt from taxation under Section 501 of the Internal
9	Revenue Code; and
10	(C) offers food for sale to the final consumer at an event held
11	for the benefit of the organization;
12	if the events conducted by the organization take place for not
13	more than fifteen (15) days in a calendar year.
14	(7) An individual vendor of a farmer's market or roadside stand if
15	the individual meets the requirements of IC 16-42-5-29.
16	(8) The holder of a farm winery permit under IC 7.1-3-12-5 or
17	a brewer's permit under IC 7.1-3-2-7(5) if the requirements
18	of IC 16-42-5-30 are met.
19	SECTION 15. IC 16-42-5-30 IS ADDED TO THE INDIANA
20	CODE AS A NEW SECTION TO READ AS FOLLOWS
21	[EFFECTIVE JULY 1, 2015]: Sec. 30. (a) As used in this section,
22	"permit holder" means the holder of:
23	(1) a farm winery permit under IC 7.1-3-12-5; or
24	(2) a brewer's permit under IC 7.1-3-2-7(5).
25	(b) A permit holder that sells or furnishes alcoholic beverages
26	by the glass at a festival, fair, or other temporary location
27	authorized by the permit holder's permit under IC 7.1, is not
28	considered to be a food establishment and is exempt from the
29	requirements of this title that apply to food establishments, if the
30	following requirements are met:
31	(1) The holder of a farm winery permit furnishes only the
32	following for consumption on the premises, regardless of
33	whether there is a charge:
34	(A) Wine samples.
35	(B) Wine by the glass.
36	The holder may not serve or furnish any food, including any
37	fruit, condiment, flavoring, or garnish added to the wine after
38	the wine is poured from its original container.
39	(2) The holder of a brewer's permit furnishes only the
40	following for consumption on the premises, regardless of
41	whether there is a charge:
42	(A) Beer samples.



1	(B) Beer by the glass.
2	The holder may not serve or furnish any food, including any
3	fruit, condiment, flavoring, or garnish added to the beer after
4	the beer is poured from its original container.
5	(c) A local unit of government (as defined in IC 14-22-31.5-1)
6	may not require any licensure, registration, or certification of a
7	permit holder as a condition of providing alcoholic beverages at a
8	festival, fair, or other temporary location authorized by the permit
9	holder's permit under IC 7.1, if the permit holder meets the
10	requirements of this section.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Public Policy, to which was referred House Bill 1311, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, delete lines 8 through 13.

Page 1, line 14, delete "3." and insert "2.".

Page 2, line 4, delete "4." and insert "3.".

Page 2, line 19, after "Indiana." insert "The commission may issue a brewer's permit under this subsection for a brewery that manufactures not more than ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana if the brewer holds more than one (1) brewer's permit and manufactures, at all of the brewer's breweries located in Indiana, an aggregate of more than ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana."

Page 2, line 34, after "Indiana." insert "The commission may issue more than one (1) permit under this subsection to a brewer if the brewer manufactures, at all of the brewer's breweries located in Indiana, an aggregate of not more than ninety thousand (90,000) barrels of beer in a calendar year for sale or distribution within Indiana.".

Page 3, line 14, strike "brewer's brewery" and insert "brewer".

Page 3, line 14, after "manufactures" insert ", at all of the brewer's breweries located in Indiana, an aggregate of".

Page 3, line 18, after "deliver" insert "a total of not more than thirty thousand (30,000) barrels of".

Page 3, line 36, reset in roman "must".

Page 3, line 36, delete "are not required to".

Page 3, line 36, strike "furnish the minimum".

Page 3, line 37, strike "food requirements prescribed by the commission." and insert "make food available for consumption on the premises. The food may be prepared in a reasonably close proximity to the brewer's premises. The brewer may comply with the requirements of this clause by doing any of the following:

- (i) Placing menus in the brewer's premises of nearby restaurants that will deliver food to the brewery.
- (ii) Provide food that the brewery has prepared.

Page 4, delete lines 8 through 15.

Page 4, line 16, delete "(K)" and insert "(J)".

Page 4, line 25, delete "(L)" and insert "(K)".



Page 6, line 38, strike "brewer" and insert "brewery".

Page 7, line 8, after "manufactures" insert "at any one (1) brewery".

and when so amended that said bill do pass.

(Reference is to HB 1311 as introduced.)

DERMODY

Committee Vote: yeas 9, nays 0.

